

# **CLARK COUNTY FINANCE COMMITTEE**

**FOURTH QUARTER, 1999**



**FEBRUARY 17, 2000**

## **COUNTY FINANCE COMMITTEE**

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## **SECTION II - EXECUTIVE SUMMARY**

This report reflects the outcomes achieved in our investment activities based on the implementation of the January 8, 1996 Investment Policy and Standards approved by the County Finance Committee. The report provides a retroactive review of the activities occurring during the fourth quarter, 1999.

During the fourth quarter, the average maturity of the portfolio was approximately seven and one-half months, compared to nine months at the end of the third quarter. The average maturity was shortened to take advantage of the interest-rate rising environment. The sector distribution of the portfolio changed slightly from the third quarter, with approximately 54% of the portfolio invested in Federal Agencies, 9% invested in U.S. Treasuries, and 37% invested in money markets. At the end of December 1999, the total portfolio was approximately \$391 million.

For 1999, residual principal balances averaged \$51 million on a monthly basis, compared to \$46 million in 1998. Even though residual principal balances were higher, the County funds decreased overall from 41% in 1998 to 37% in 1999 of the total investment pool. Interest earnings distributed to the County's General fund totaled \$2.63 million for 1999, compared to \$2.64 million for 1998. The County's earnings decreased (even though total interest earnings for the Pool increased) due to having a reduced percentage of total funds in the investment pool. Interest earnings exceeded projections by \$246,354.

County Pool principal balances averaged \$372 million for 1999, compared to \$323 million in 1998. Interest earnings distributed to the County Pool participants totaled \$19.2 million for 1999, compared to \$18.3 million for 1998. County funds make up 37% of the County Pool. Other major Pool participants include the Camas School District at 13%, the Evergreen School District at 12%, the Vancouver School District at 10%, and the Port of Vancouver at 7%.

The County Pool outperformed most of its' benchmarks at the end of the fourth quarter. On a Total Return basis, the County Pool ended the fourth quarter at 4.67%, compared to the custom Treasury Total Return Index of 3.91%. On a book value return basis, the net County Pool rate yielded 5.32%, compared to the custom Treasury Index with a book value return of 5.715%. The net asset value of the County Pool ended the quarter at 1.00000. All County Pool participants' funds were adjusted by a gain of \$154 thousand for fair market value at the end of December. The next fair market value adjustment will take place at the end of March 2000. This is consistent with the current investment policy.

During the first quarter of 2000, we plan to invest in the 0 – 2 year maturity sector to increase the average maturity to nine to ten months. In addition, as yields on short-term money market securities increase above the Washington State Pool's yield, we plan to ladder short-term money market securities out to one year. We will continue to look for swap opportunities, by selling securities purchased at lower interest rates, and reinvesting in securities at current market rates, should these opportunities present themselves.

### **SECTION III - 1999 YEAR-TO-DATE**

#### INVESTMENT ACTIVITY:

For 1999, residual principal balances averaged \$4.6 million above those of the same period in 1998 on an average monthly basis. Actual 1999 average monthly principal balances were approximately \$9.8 million higher than projections. Even though residual principal balances were higher, the County funds decreased overall from 41% in 1998 to 37% in 1999 of the total investment pool.

Date	1998 Residual Balance	1999 Residual Balance	1999 Projected Residual Balance
January	31,825,639	35,762,810	29,000,000
February	29,181,973	31,480,444	26,000,000
March	30,204,575	31,195,223	26,000,000
April	42,122,387	47,220,383	38,000,000
May	94,514,939	105,837,278	80,000,000
June	49,061,792	54,566,093	44,000,000
July	30,385,876	39,138,187	30,000,000
August	33,295,476	35,031,369	30,000,000
September	33,162,861	33,677,843	30,000,000
October	42,020,667	49,014,951	39,000,000
November	91,464,591	98,700,216	80,000,000
December	49,768,191	50,808,934	43,000,000
Average	46,417,497	51,036,144	41,250,000

Interest earnings distributed to the County's General fund totaled \$2.63 million for 1999, compared to \$2.64 million for 1998. The County's earnings decreased (even though total interest earnings for the Pool increased) due to having a reduced percentage of total funds in the investment pool. Interest earnings exceeded projections by \$246,354.

Date	1998 Interest Earnings	1999 Interest Earnings	1999 Projected Interest Earnings
January	158,122	160,789	144,839
February	134,338	133,834	117,289
March	147,066	137,427	128,736
April	200,465	203,872	182,083
May	450,625	451,861	396,111
June	234,165	231,769	209,000
July	160,854	167,079	147,250
August	163,059	148,001	145,958
September	159,796	146,243	141,250
October	199,249	201,887	189,746
November	408,120	415,099	373,333
December	227,884	233,295	209,207
Total	2,643,743	2,631,156	2,384,802

The following table compares the 1999 County Pool average principal balances to 1998. Pool principal balances averaged \$372 million for 1999, compared to \$323 million during 1998, which is 15% higher. The increase is attributed to the issuance of general obligation bonds by various entities: Camas School District - \$58.5 million, Washougal School District - \$9.9 million, Evergreen School District - \$40 million and the County - \$9.4 million.

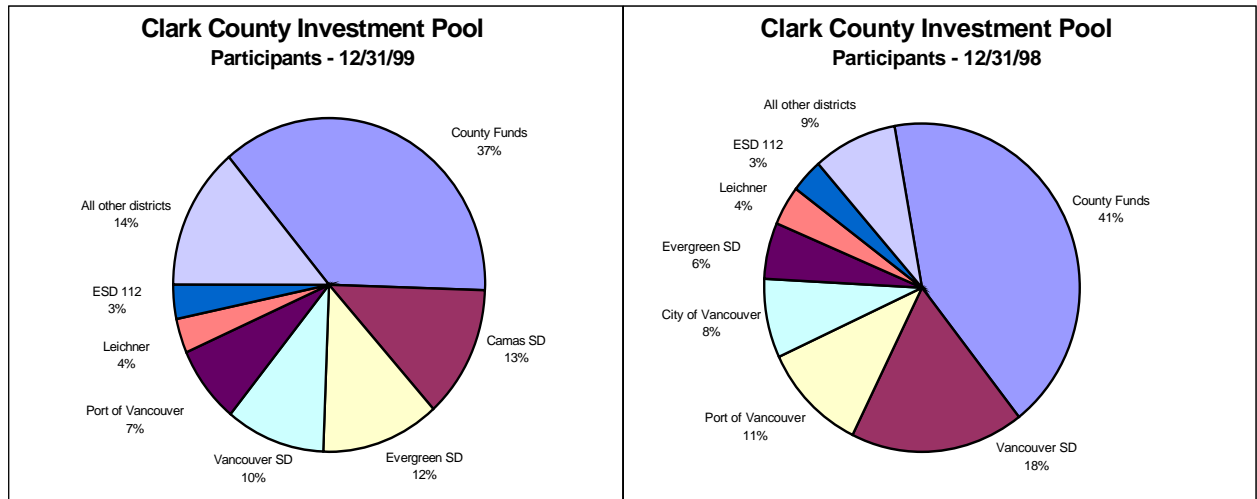
Date	1998 Pool Average Balance	1999 Pool Average Balance
January	301,323,155	323,831,815
February	292,985,560	317,110,670
March	288,111,757	310,896,389
April	298,549,613	355,622,665
May	376,078,446	420,431,838
June	327,721,691	379,770,544
July	301,286,993	388,018,054
August	317,088,220	373,849,605
September	316,279,542	375,299,984
October	323,263,501	384,623,907
November	391,444,429	453,353,252
December	338,335,485	386,072,352
Average	322,705,699	372,406,756

The following table compares the total 1999 County Pool interest earnings to 1998. Pool earnings were \$19.2 million for 1999, compared to \$18.3 million during 1998, which are approximately 5% higher.

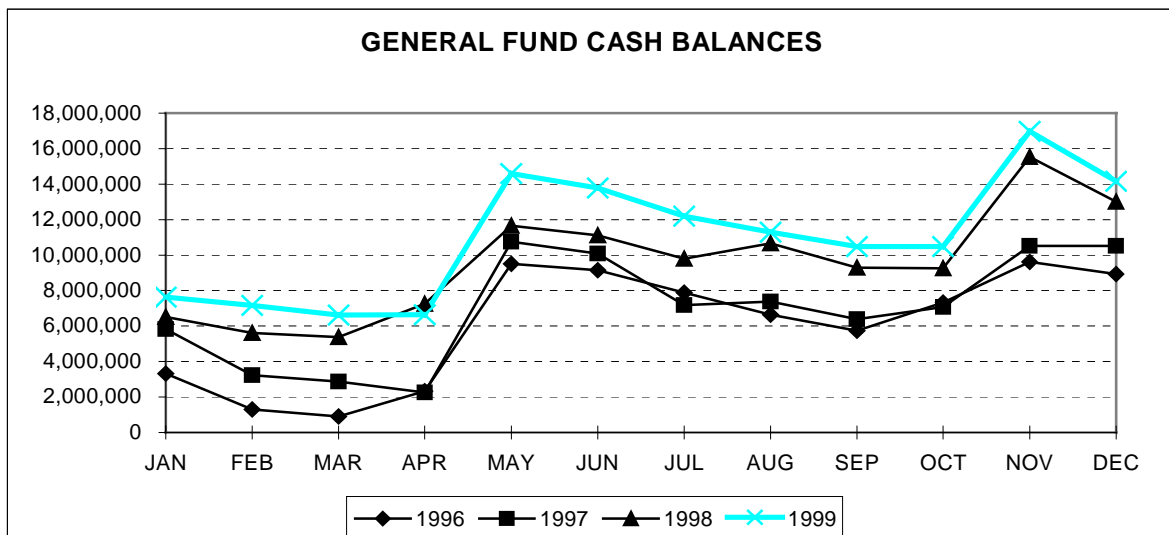
Date	1998 Pool Interest Earnings	1999 Pool Interest Earnings
January	1,480,332	1,458,930
February	1,331,097	1,333,240
March	1,384,590	1,357,898
April	1,410,834	1,520,979
May	1,785,171	1,824,910
June	1,572,337	1,609,895
July	1,478,129	1,650,639
August	1,545,692	1,574,343
September	1,505,931	1,628,121
October	1,529,361	1,575,466
November	1,739,062	1,901,695
December	1,527,193	1,774,150
Total	18,289,729	19,210,356

**Figure One** shows the major participants in the Clark County Investment Pool for 1999 and 1998. In 1999, all County funds made up 37% of the Pool, the Camas School District -- 13%, the Evergreen School

District -- 12%, the Vancouver School District -- 10%, and the Port of Vancouver -- 7%. The percent of each participant changed during the year due to several districts issuing bonds. This also shows that County funds have decreased from 41 percent in 1998 to 37 percent in 1999 in relation to the entire pool.



**Figure 1**



**Figure 2**

Through the fourth quarter of 1999, cash balances in the General fund increased above 1998 levels by \$1.4 million, on an average monthly basis. **Figure Two** shows month-end General fund cash balances for 1996, 1997, 1998 and 1999.

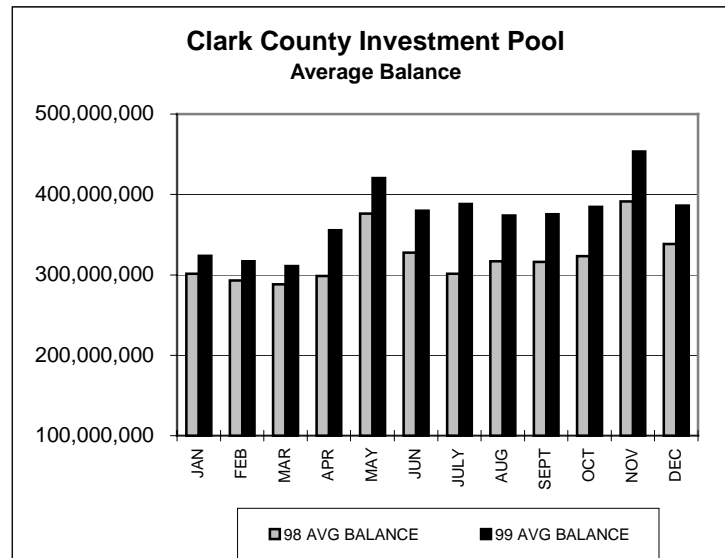
During 1999, the following costs were associated with maintaining the Clark County Investment Pool:

Bloomberg Financial System	\$22,958
Sympro Investment Accounting System	8,830
Investment Advisor – PFM	23,333
Training	5,102
Supplies & Subscriptions	866
Phone (Bloomberg and computer lines included)	1,550
Safekeeping/Trust fees	7,908
ER & R (on two staffs' computers)	1,528
Personnel costs (percent of six employees)	81,225
 Total 1999 costs	 \$153,300
 Total amount collected from Pool participants	 \$182,267

Since Clark County is now on a biennial budget cycle, the amount overcollected will be used to reduce the fee charged to the participants during the first half of 2000. As a result, the investment fee, beginning in January, will be reduced from .00045 to .00040.

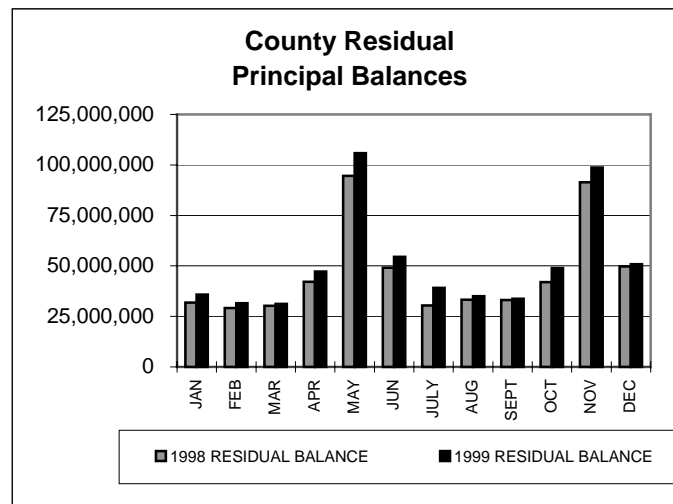
The investment fee charged from 1/99 through 6/99 was .0007 on each funds' average daily balance maintained within the Clark County Investment Pool. From 7/99 through 12/99 the fee was lowered to .00045. It will be reviewed again at mid-year, and any changes to the level will be made if needed.

## **SECTION IV - QUARTERLY ACTIVITY**



**Figure 3**

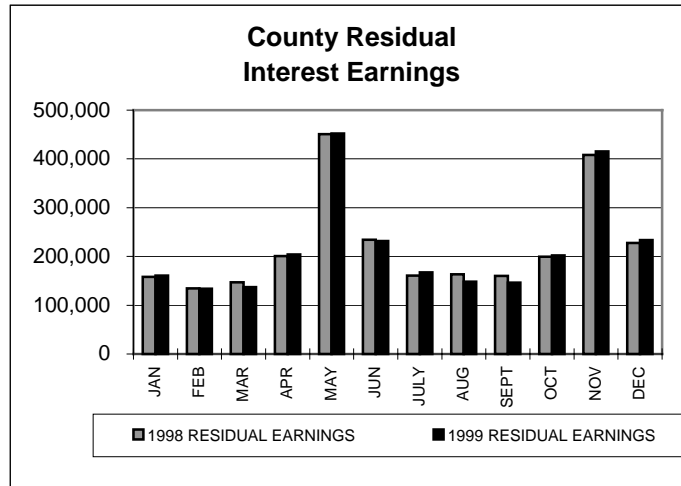
**Figure Three** reflects the average principal balances being maintained within the Pool over the last two years. For 1999, the average principal balance per month increased above 1998 levels by an average of \$50 million per month. This is partly attributed to various districts placing bond proceeds from bond issues into the County Pool.



**Figure 4**

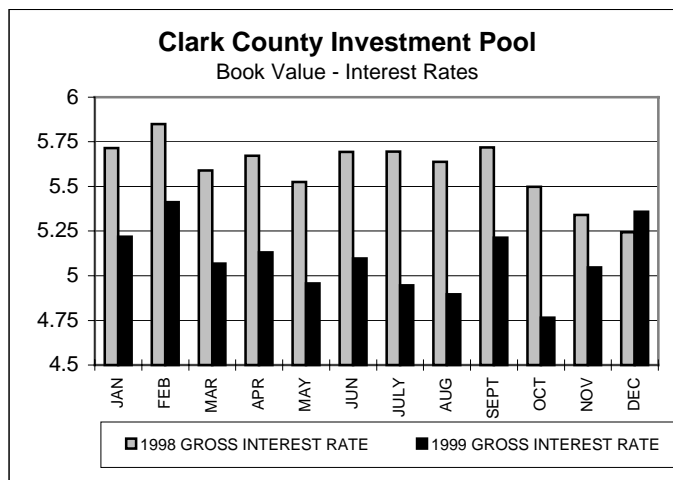
**Figure Four** reflects the actual monthly residual principal balances associated with the County for 1998 and 1999. Residual balances increased above 1998 levels through the fourth quarter by an average of \$4.6 million per month.





**Figure 5**

**Figure Five** shows interest earnings distributed each month to the County's General fund during 1998 and 1999. During the fourth quarter of 1999, interest earnings averaged \$1,050 less per month than during the same period in 1999. This is due to higher interest rates in 1998. On an average monthly basis, \$219 thousand was allocated to the General fund during 1999. During the same period in 1998, an average of \$220 thousand was distributed to the General fund per month.



**Figure 6**

**Figure Six** shows the County Pool interest rates for 1998 and 1999. The County Pool's book value, gross rate at the end of December 1999 was 5.357%, compared to 5.243% on December 31, 1998.

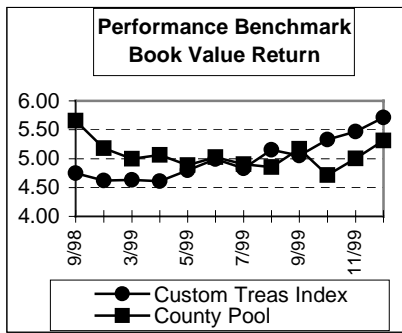


Figure 7(a)

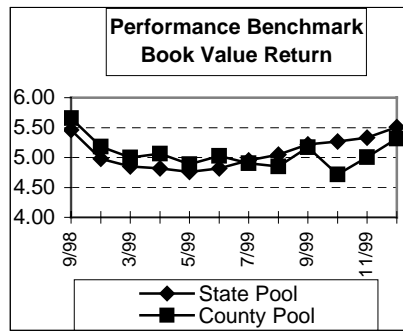


Figure 7(b)

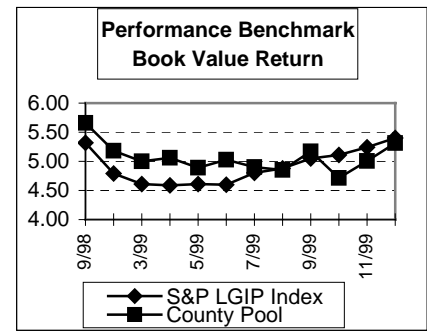


Figure 7(c)

**Figure 7 (a), (b), and (c)** compares performance on a book value return basis. The County Pool's interest rate is now expressed as the net interest rate (the gross rate less the investment fee). The book value return of a portfolio measures the yield based on the yield of the securities at the time the securities are purchased. This performance benchmark consists of a composite Treasury Index with an average maturity of nine-months, the Washington State Local Government Investment Pool (LGIP) with an average maturity of approximately one months, Standard and Poor's mutual fund index that has an average maturity of seven-days, and the Clark County Investment Pool with an average maturity of approximately seven and one-half months. The Treasury Index, the LGIP, and the S&P Mutual fund Index closely track current interest rates. At the end of the fourth quarter, the Clark County Pool's net rate, on a book value return basis was 5.32%, the Treasury Index was 5.71%, the State Pool's net rate was 5.51%, and the S&P LGIP Index was 5.40%.

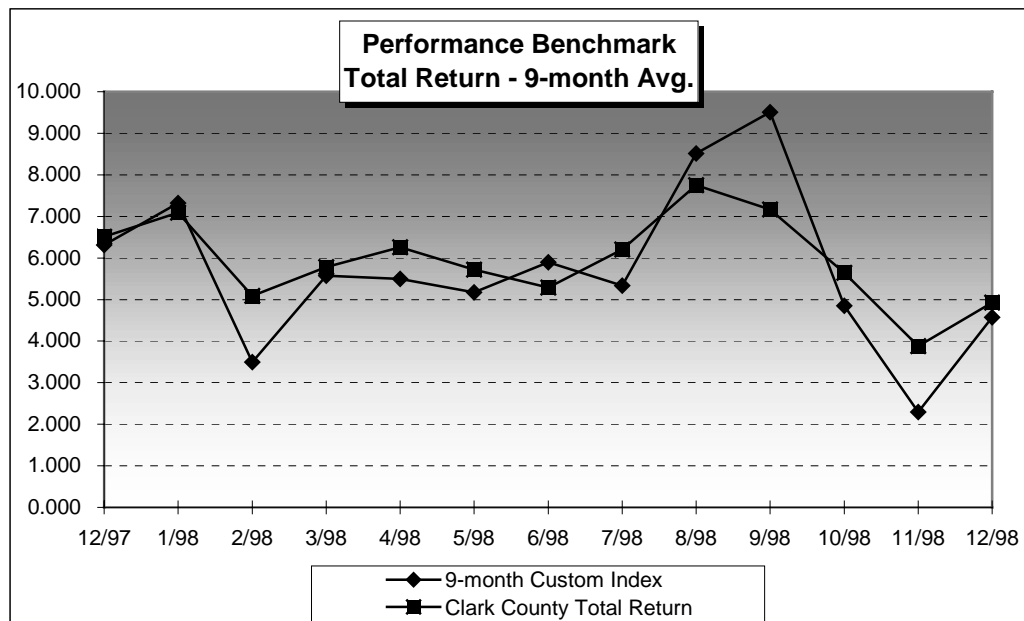
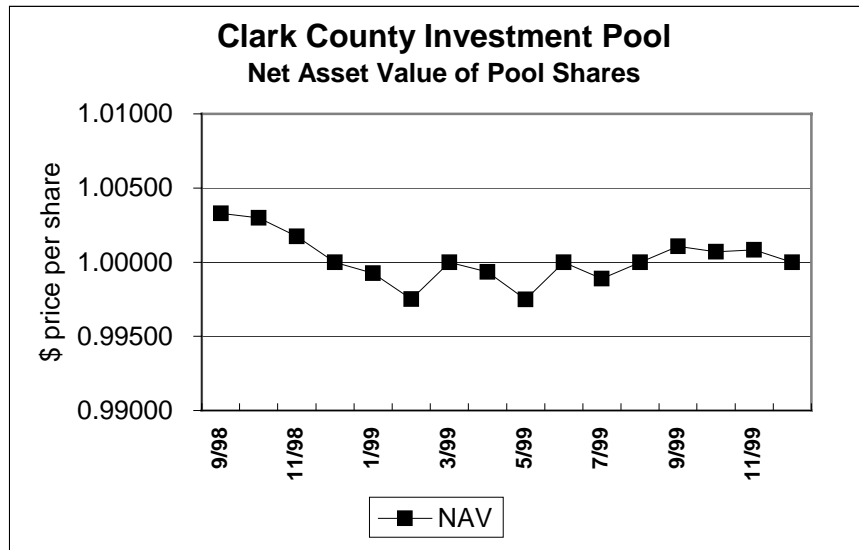


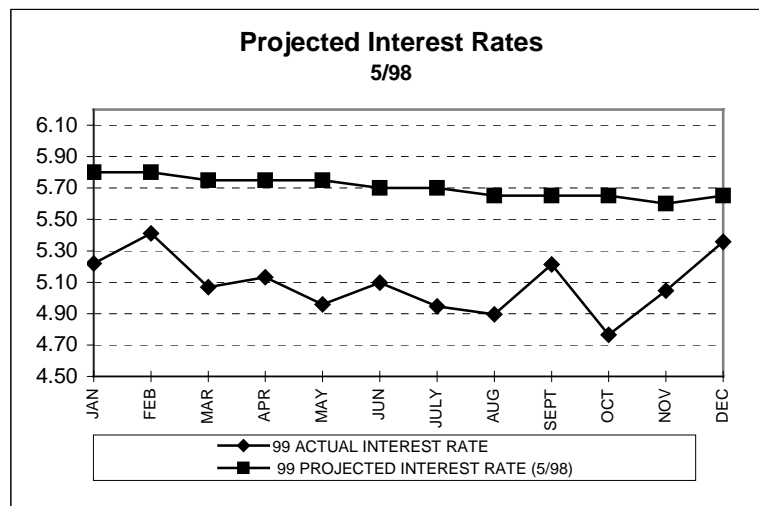
Figure 8

**Figure Eight** compares performance on a total return basis. Total return measures the market value increase or decrease in the value of the portfolio over a given period of time, and the interest earnings associated with the securities. The customized total return index consists of a series of Merrill Lynch U.S. Treasury Securities maturing from overnight through five-years. At the end of the fourth quarter, the total return of the County Pool was 4.670%, and the Treasury Index was 3.914%. Wide swings in return will reflect the extreme volatility in the investment markets.



**Figure 9**

**Figure Nine** shows the market value based net asset value (NAV) of the Clark County Investment Pool portfolio. At the end of December 1999, the NAV was 1.00000, this was attributed to posting unrealized gains to each participants' fund in compliance with the Governmental Accounting Standards Board (GASB) Statement 31, based on each funds' proportionate share of the balance of unrealized gains on December 31, 1999. GASB Statement 31 requires that External Investment Pools report all investments at fair market value, if the average maturity of the Pool exceeds 90 days. On December 31, 1999 the Treasurer's Office posted approximately \$154 thousand in unrealized gains in total to the County Pool. The next adjustment for fair market value will occur in March, 2000.



**Figure 10**

**Figure Ten** shows where we projected County Pool interest rates to be during 1999, versus actual County Pool interest rates.

## **SECTION V - INVESTMENT STRATEGY**

The following table shows the distribution of the portfolio maturities. As the table indicates, during 1998 emphasis was placed on purchasing securities in the 0 - 1 year maturity sector. During the fourth quarter of 1999, investments were purchased in the 0-1 year sector to help secure higher reinvestment rates in anticipation of the Fed raising interest rates.

<b>Period</b>	<b>0 - 1 year</b>	<b>1 - 2 years</b>	<b>2 - 5 years</b>
1 <sup>st</sup> quarter, 1998	72%	14%	14%
2 <sup>nd</sup> quarter, 1998	69%	9%	22%
3 <sup>rd</sup> quarter, 1998	76%	4%	20%
4 <sup>th</sup> quarter, 1998	70%	15%	15%
1 <sup>st</sup> quarter, 1999	64%	25%	11%
2 <sup>nd</sup> quarter, 1999	54%	45%	4%
3 <sup>rd</sup> quarter, 1999	58%	39%	3%
4 <sup>th</sup> quarter, 1999	66%	34%	0%

During the first half of 2000, with the yield curve upward sloping out to the two-year maturity sector, we plan to continue to invest in the 0-2 year maturity sector to reach an average maturity of 9-10 months. We anticipate receiving approximately \$127 million in first half property tax collections, which some will be used in part, to purchase securities with longer-term maturities. On June 1, 2000, we have approximately \$23 million in debt service payments owing and we will be remitting approximately \$25 million to the Washington State Treasurer on June 21st, for property tax collections. We plan to continue to take advantage of swap opportunities and repositioning the pool by selling securities which were purchased at lower interest rates, and reinvesting at current market interest rates, as opportunities become available.

The third quarter, 1999 report issued by Public Financial Management, Inc. (PFM) recommended the following sector distributions to keep the portfolio at a 9-10 month average maturity:

<b>Investment Sector</b>	<b>Recommended Average Maturity</b>	<b>4th quarter Average Maturity</b>	<b>Recommended % of Portfolio</b>	<b>4th quarter % of Portfolio</b>
US Treasury Notes (6 months - 5 years)	9 months-1 year	11.4 months	10-20%	8%
Federal Agency Notes/Disc. Notes (3 mo. - 5 yrs)	1.0 – 1.5 years	11.4 months	50-55%	55%
Money Markets - State Pool, CP, CD's & BA's	15 - 40 days	19 days	30 - 35%	37%
Aggregate Avg. Maturity	9-10 months	7.5 months		

During the fourth quarter of 1999, the percentage invested in Federal Agencies increased, while the percentage in money markets and US Treasury Notes decreased. The average maturity decreased due to anticipation of the Fed increasing interest rates in the first quarter of 2000. The strategy was to keep the average maturity shorter to take advantage of higher interest rates in the first quarter of 2000.

## **SECTION VI - ECONOMIC/MARKET CONDITIONS**

Economic reports released during the fourth quarter of 1999 indicated that the economy is still expanding. Third quarter GDP came in at 5.7%, which was the fastest since the fourth quarter of last year when GDP grew at a 5.9% annualized rate. GDP growth is forecasted to be at 4.5% for the fourth quarter. Economists are forecasting an increase in the Fed funds rate at the February meeting by 25 basis points. Historically, in an election year, the Fed funds rate has remained relatively constant. It is anticipated that this rate increase in February will be the last one for the year, unless economic growth continues to rapidly increase.

Nonfarm productivity soared at a seasonally adjusted annual rate of 4.9% in the third quarter, its sharpest increase since 1992. This accelerating productivity is one reason that inflation has remained in check despite a tight labor market. The consumer confidence index hit 141.4 in December, which is the highest point since October 1968 of 142.3. This index is considered a predictor of future spending.

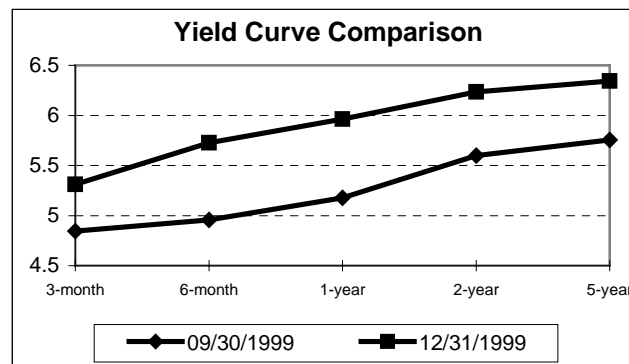
If the U.S. economy continues to grow past the month of February, which most economists insist is all but certain, the U.S. will have surpassed the previous record for the longest expansion, which occurred during the 1960s, when the economy grew uninterrupted for 106 months. Locally, here in Clark County, the economy is growing at a slower pace than in 1998.

Mr. Greenspan stated in his talk on January 14<sup>th</sup>, that the improvement in business efficiency has helped to keep inflation in check, but it has also fueled the stock market – in part by raising expectations for future profits. These stock gains, which make shareholders wealthier, have tended to foster increases in aggregate demand beyond the increases in supply. “It is this imbalance... that contains the potential seeds of rising inflationary and financial pressures that could undermine the current expansion.”

The U.S. unemployment rate remained at 4.1% in December. The economy added 315,000 jobs in December, the largest gain since July. Much of the gain in jobs was due to retailers adding workers for what turned into the best holiday sales season in seven years. Transportation jobs also grew as airlines increased staffs to accommodate a surge in shipments from on-line retailers.

Consumer prices rose 0.2% in December, bringing the index for the year at 2.7%, well above the 1.6% recorded in 1998. The increase came almost entirely from surging gasoline prices, which jumped 29.5% in 1999, the largest increase in almost a decade.

On December 31, 1999 the 3-month T-bill yielded 5.31% compared to 4.85% on September 30, 1999. At the end of the fourth quarter, there was a 103 basis-point spread between the 3-month T-bill (5.31%) and the 5-year Treasury Note (6.34).



## **SECTION VII - PORTFOLIO**

**Exhibit One,** Distribution of Investment Securities by Type, shows the make up of the entire portfolio at the end of the fourth quarter of 1999. This exhibit is used to monitor compliance with the Investment Policy as far as the diversification of securities held and the percentage each makes up of the total portfolio. All percentages are consistent with the current policy.

**Exhibit Two,** Clark County, Washington Investment Portfolio, shows the complete portfolio listings as of the end of the quarter. This report shows the book value, the par value, and the market value of the portfolio as of December 31, 1999.

**Exhibit Three,** Aging of Maturing Investments, shows the liquidity of the entire portfolio. All percentages are consistent with the current policy.

**Exhibit Four,** Summary of Investments by Issuer, shows the percentage invested with each issuer of the entire portfolio. On December 31, 1999, the average maturity was 219 days. All the percentages are consistent with the current policy.

**Exhibit Five,** Investment Activity by Type, shows all investment purchases and maturities from October 1, 1999 to December 31, 1999. As the report shows, the amount invested in agencies increased, while the amount invested with the Washington State Pool and with commercial paper decreased.

**Exhibit Six,** Distribution of Investment Securities by Type, shows the make up of the Clark County Investment Pool at the end of the fourth quarter of 1999. This exhibit is used to monitor compliance with the Investment Policy as far as the diversification of securities held and the percentage each makes up of the total portfolio. On December 1999 the average term of the Pool was 219 days. All percentages are consistent with the current policy.

**Exhibit Seven,** Clark County Investment Pool, shows the portfolio listings of the Clark County Investment Pool at the end of the quarter. This report contains the book value, the par value, and the market value as of December 31, 1999.

**Exhibit Eight,** Aging of Maturing Investments, shows the liquidity of the Clark County Investment Pool. All percentages are consistent with the current policy.

**Exhibit Nine,** Summary of Investments by Issuer, shows the percentage invested with each issuer for the Clark County Investment Pool. All percentages are consistent with the current policy.

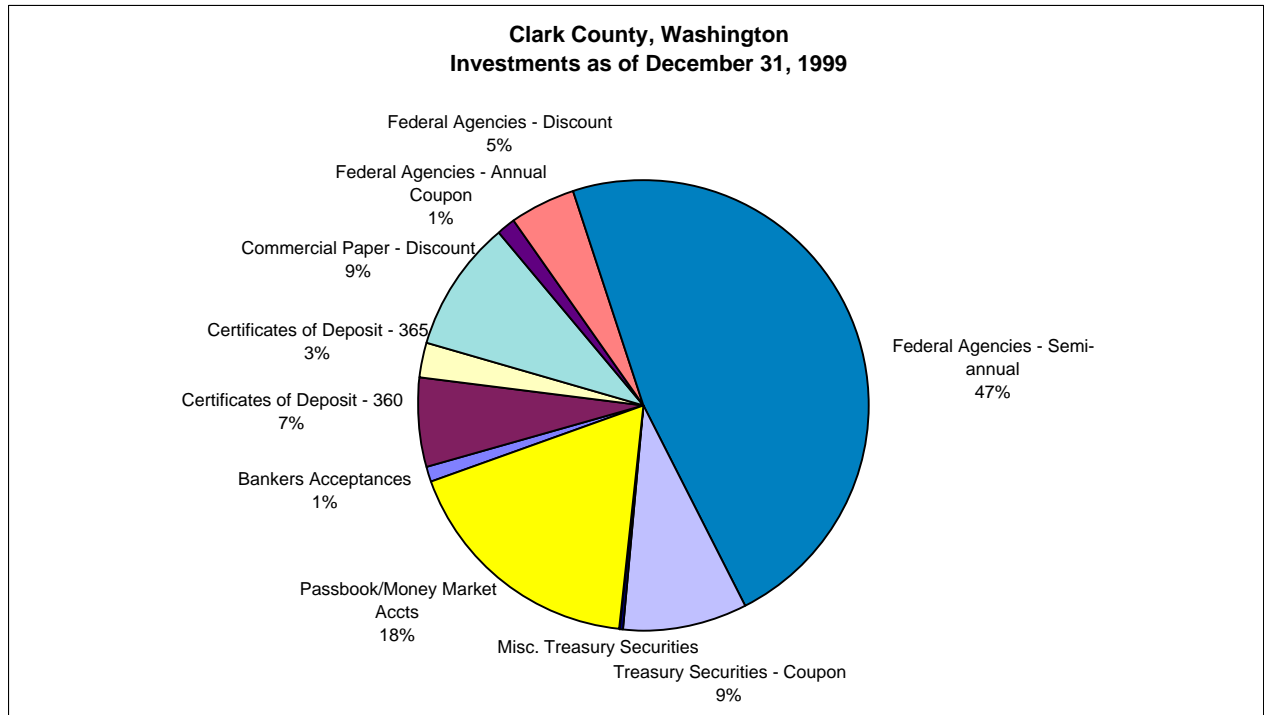
**Exhibit Ten,** is a swap summary. It also includes a description of the value added from this type of investment activity.

**Exhibit Eleven,** is a comparison of the Clark County Investment Pool to the Washington State Pool.

# Exhibit 1

## CLARK COUNTY TOTAL INVESTMENT PORTFOLIO DISTRIBUTION OF INVESTMENTS BY TYPE DECEMBER 31, 1999

Investments	Book Value	Percent of Portfolio	Average Days to Maturity	Yield to Maturity 360 Equivalent	Yield to Maturity 365 Equivalent
Bankers Acceptances	4,873,250.00	1.25%	9	5.202	5.274
Certificates of Deposit - 360	24,628,280.00	6.30%	45	5.860	5.941
Certificates of Deposit - 365	10,000,000.00	2.56%	5	5.898	5.980
Commercial Paper - Discount	36,103,578.89	9.23%	43	5.758	5.838
Federal Agencies - Annual Coupon	5,390,630.00	1.38%	313	6.545	6.636
Federal Agencies - Discount	19,495,800.55	4.98%	126	5.651	5.729
Federal Agencies - Semi-annual	184,959,459.08	47.28%	364	5.222	5.295
Treasury Securities - Coupon	34,905,273.49	8.92%	316	5.287	5.360
Treasury Securities - SLGS	1,495,000.00	0.38%	330	3.866	3.920
Treasury Securities - T-Bills	67,186.07	0.02%	138	5.340	5.415
Passbook/Money Market Accts	69,242,334.18	17.70%	1	5.328	5.402
<b>Total</b>	<b><u>391,160,792.26</u></b>	<b><u>100.00%</u></b>	<b><u>219</u></b>	<b><u>5.388%</u></b>	<b><u>5.463%</u></b>



**Clark County, Washington**  
**Investment Portfolio**  
**December 31, 1999**

Investment Number		Purchase Date	Cusip Number	Book Value	Par Value	Market Price 12/31/99	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360	Yield to Maturity 365	Maturity Date	Days to Maturity
<b>Bankers Acceptances</b>													
89982783	Bank of America	07/14/1999	994333NG9	4,873,250.00	5,000,000.00	99.826	4,991,300.00	118,050.00	5.070	5.202	5.274	1/10/00	9
Subtotal & Averages				4,873,250.00	5,000,000.00		4,991,300.00	118,050.00		5.202	5.274		9
<b>Certificate of Deposit - 360</b>													
45812806	Seafirst Bank	12/01/99		785,005.00	785,005.00		785,005.00		5.730	5.730	5.810	6/1/00	152
45812807	Seafirst Bank	12/01/99		3,843,275.00	3,843,275.00		3,843,275.00		5.730	5.730	5.810	6/1/00	152
89982792	Bank of America	10/13/1999		10,000,000.00	10,000,000.00		10,000,000.00		5.940	5.940	6.022	1/18/00	17
89982794	Bank of America	10/26/1999		10,000,000.00	10,000,000.00		10,000,000.00		5.840	5.840	5.921	1/25/00	24
Subtotal & Averages				24,628,280.00	24,628,280.00		24,628,280.00	0.00		5.860	5.941		45
<b>Certificate of Deposit - 365</b>													
89982801	US Bank of Washington	11/10/1999		5,000,000.00	5,000,000.00		5,000,000.00		5.980	5.898	5.980	1/6/00	5
89982802	US Bank of Washington	11/10/1999		5,000,000.00	5,000,000.00		5,000,000.00		5.980	5.898	5.980	1/6/00	5
Subtotal & Averages				10,000,000.00	10,000,000.00		10,000,000.00	0.00		5.898	5.980		5
<b>Commercial Paper - Discount</b>													
89982791	American Express	10/07/99	O2581RBJ1	7,825,800.00	8,000,000.00	99.183	7,934,664.00	108,864.00	5.850	5.980	6.063	2/18/00	48
89982797	Associates Corp.	11/04/99	O4600JC10	7,848,435.56	8,000,000.00	98.983	7,918,666.66	70,231.10	5.780	5.891	5.973	3/1/00	60
89982788	BP America	08/26/99	O5563ABN4	4,861,750.00	5,000,000.00	99.117	4,955,830.00	94,080.00	5.530	5.687	5.766	2/22/00	52
89982787	BP Capital PLC CPDS	08/11/99	O5562CB76	7,779,600.00	8,000,000.00	99.367	7,949,328.00	169,728.00	5.510	5.666	5.744	2/7/00	37
89982784	JP Morgan	07/27/99	61687RAL6	7,787,993.33	8,000,000.00	99.683	7,974,640.00	186,646.67	5.160	5.160	5.232	1/20/00	19
Subtotal & Averages				36,103,578.89	37,000,000.00		36,733,128.66	629,549.77		5.758	5.838		43
<b>Federal Agencies - Annual Coupon</b>													
89982633	Student Loan Marketing Assoc.	03/26/97	863871UE7	5,390,630.00	5,300,000.00	100.672	5,335,609.38	(55,020.63)	7.200	6.545	6.636	11/9/00	313
Subtotal & Averages				5,390,630.00	5,300,000.00		5,335,609.38	(55,020.63)		6.545	6.636		313
<b>Federal Agencies - Discount</b>													
89982799	Federal Home Loan Bank	11/08/99	313384SR1	4,933,022.22	5,000,000.00	99.504	4,975,200.00	42,177.78	5.480	5.554	5.631	2/4/00	34
89982800	Federal Home Loan Bank	11/10/99	313384NR6	4,861,477.78	5,000,000.00	97.908	4,895,400.00	33,922.22	5.480	5.636	5.714	5/10/00	130
89982789	Federal Nat'l Mtg Assoc.	09/16/99	313588F26	4,727,522.22	5,000,000.00	96.010	4,800,500.00	72,977.78	5.480	5.811	5.891	9/8/00	251
89982798	Federal Nat'l Mtg Assoc.	11/08/99	313588VF9	4,973,778.33	5,090,000.00	98.491	5,013,191.90	39,413.57	5.480	5.608	5.685	4/6/00	96
Subtotal & Averages				19,495,800.55	20,090,000.00		19,684,291.90	188,491.35		5.651	5.729		126
<b>Federal Agencies - Semi Annual Coupon</b>													
89982754	Federal Farm Credit Bank	03/12/99	31331RZ73	4,992,968.75	5,000,000.00	98.877	4,943,866.00	(49,102.75)	5.380	5.375	5.450	3/2/01	426
89982763	Federal Farm Credit Bank	05/03/99	31331HWJ2	4,995,350.00	5,000,000.00	98.516	4,925,781.25	(69,568.75)	5.125	5.103	5.174	4/2/01	457
89982764	Federal Farm Credit Bank	05/03/99	31331HUN5	4,996,532.46	5,000,000.00	99.663	4,983,168.50	(13,363.96)	5.000	5.003	5.072	5/3/00	123
89982732	Federal Home Loan Bank	11/24/98	3133M6LU0	5,039,482.03	5,045,000.00	98.872	4,988,100.98	(51,381.05)	4.945	4.935	5.003	11/13/00	317
89982741	Federal Home Loan Bank	12/14/98	3133M6WK0	5,000,000.00	5,000,000.00	99.449	4,972,443.50	(27,556.50)	4.870	4.803	4.870	6/14/00	165
89982742	Federal Home Loan Bank	12/10/98	3133M3F83	5,046,200.00	5,000,000.00	99.918	4,995,881.00	(50,319.00)	5.590	4.774	4.840	3/27/00	86
89982743	Federal Home Loan Bank	12/16/98	3133M6XL7	10,000,000.00	10,000,000.00	99.723	9,972,250.00	(27,750.00)	4.830	4.764	4.830	4/3/00	93
89982756	Federal Home Loan Bank	04/14/99	3133M8GF5	9,990,500.00	10,000,000.00	98.281	9,828,125.00	(162,375.00)	5.125	5.105	5.176	4/17/01	472
89982760	Federal Home Loan Bank	05/03/99	3133M8MR2	4,992,596.34	5,000,000.00	98.495	4,924,769.50	(67,826.84)	5.215	5.221	5.294	5/3/01	488
89982765	Federal Home Loan Bank	05/04/99	3133M8GF5	9,972,491.47	10,000,000.00	98.281	9,828,125.00	(144,366.47)	5.125	5.202	5.274	4/17/01	472
89982776	Federal Home Loan Bank	06/02/99	3133M8XH2	4,997,832.66	5,000,000.00	99.657	4,982,864.50	(14,968.16)	5.245	5.217	5.290	6/1/00	152
89982790	Federal Home Loan Bank	10/06/99	3133MA2V0	4,990,378.26	5,000,000.00	99.584	4,979,194.00	(11,184.26)	5.705	5.825	5.906	10/6/00	279
89982720	Federal Nat'l Mtg Assoc.	09/16/98	31364F3S8	5,019,150.00	5,000,000.00	99.117	4,955,849.50	(63,300.50)	5.910	5.683	5.762	8/6/01	583
89982759	Federal Nat'l Mtg Assoc.	04/26/99	31364GK81	4,999,609.38	5,000,000.00	98.714	4,935,686.50	(63,922.88)	5.380	5.310	5.384	4/26/01	481
89982761	Federal Nat'l Mtg Assoc.	04/29/99	31364GE47	4,991,050.00	5,000,000.00	98.336	4,916,820.00	(74,230.00)	5.500	5.501	5.578	10/12/01	650
89982762	Federal Nat'l Mtg Assoc.	04/29/99	31364GL56	9,989,062.50	10,000,000.00	98.622	9,862,193.00	(126,869.50)	5.320	5.305	5.378	5/1/01	486



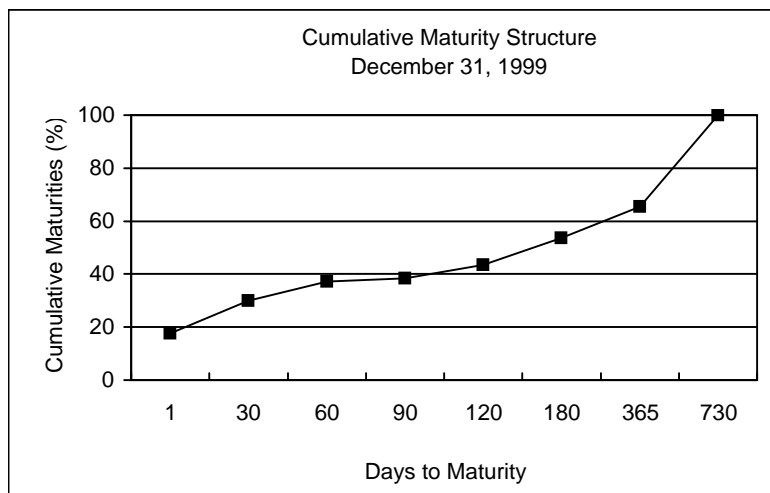
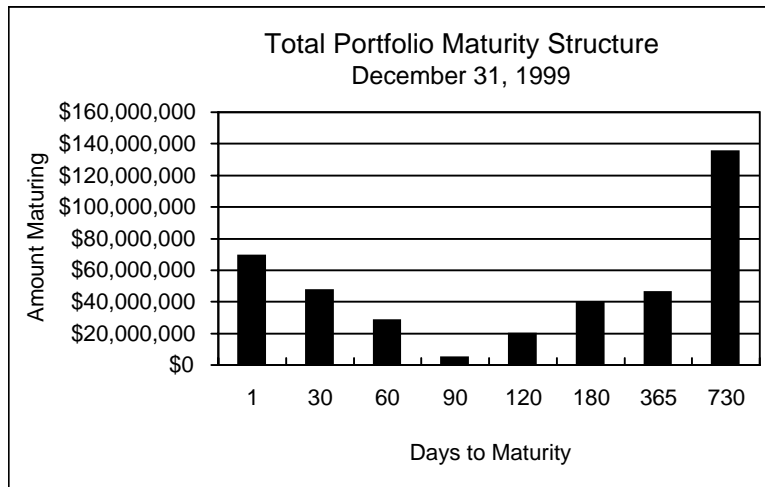
**Clark County, Washington**  
**Investment Portfolio**  
**December 31, 1999**

Investment Number		Purchase Date	Cusip Number	Book Value	Par Value	Market Price 12/31/99	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360	Yield to Maturity 365	Maturity Date	Days to Maturity
89982770	Federal Nat'l Mtg Assoc.	05/26/99	31364GS26	9,990,625.00	10,000,000.00	99.672	9,967,175.00	(23,450.00)	5.120	5.146	5.217	5/26/00	146
89982772	Federal Nat'l Mtg Assoc.	05/25/99	31364GQ85	4,995,507.81	5,000,000.00	99.684	4,984,200.50	(11,307.31)	5.110	5.132	5.204	5/22/00	142
89982730	Federal Home Loan Mtg. Corp.	11/24/98	3134A2XD5	10,000,000.00	10,000,000.00	98.972	9,897,169.00	(102,831.00)	5.120	5.050	5.120	11/24/00	328
89982749	Federal Home Loan Mtg. Corp.	01/15/99	3134A2J82	10,000,000.00	10,000,000.00	99.025	9,902,457.00	(97,543.00)	5.375	5.301	5.375	1/16/01	381
89982751	Federal Home Loan Mtg. Corp.	01/19/99	3134A2W79	4,997,460.94	5,000,000.00	98.752	4,937,609.00	(59,851.94)	5.110	5.067	5.137	1/19/01	384
89982752	Federal Home Loan Mtg. Corp.	02/04/99	3134A23W6	4,997,656.25	5,000,000.00	98.703	4,935,156.25	(62,500.00)	5.125	5.067	5.138	2/8/01	404
89982753	Federal Home Loan Mtg. Corp.	02/12/99	3134A25Q7	4,994,700.00	5,000,000.00	98.531	4,926,562.50	(68,137.50)	5.000	4.987	5.056	2/15/01	411
89982757	Federal Home Loan Mtg. Corp.	04/12/99	3134A3BB1	10,000,000.00	10,000,000.00	98.880	9,888,029.00	(111,971.00)	5.375	5.298	5.371	3/1/01	425
89982758	Federal Home Loan Mtg. Corp.	04/19/99	3134A3KDO	10,000,000.00	10,000,000.00	98.530	9,853,032.00	(146,968.00)	5.210	5.139	5.210	4/19/01	474
89982786	Federal Home Loan Mtg. Corp.	07/30/99	3134A3UQ7	9,966,525.20	10,000,000.00	99.094	9,909,375.00	(57,150.20)	5.750	5.856	5.937	6/15/01	531
89982795	Student Loan Market Assoc.	11/03/99	86387R4G4	5,003,780.03	5,000,000.00	99.809	4,990,429.00	(13,351.03)	6.045	5.884	5.966	11/3/00	307
Subtotal & Averages				184,959,459.08	185,045,000.00		183,186,312.48	(1,773,146.60)		5.176	5.248		364
<b>Treasury Securities - Coupon</b>													
89982767	US Treasury Note	05/14/99	9128275E8	4,975,781.25	5,000,000.00	98.563	4,928,125.00	(47,656.25)	5.000	5.190	5.262	4/30/01	485
89982768	US Treasury Note	05/17/99	9128275D0	9,926,562.50	10,000,000.00	98.484	9,848,437.50	(78,125.00)	4.875	5.216	5.289	3/31/01	455
89982780	US Treasury Note	06/09/99	9128274M1	10,003,906.30	10,000,000.00	99.750	9,975,000.00	(28,906.30)	5.375	5.259	5.332	7/31/00	212
89982781	US Treasury Note	07/02/99	9128274Q2	4,981,445.31	5,000,000.00	99.469	4,973,437.50	(8,007.81)	5.125	5.376	5.451	8/31/00	243
89982805	US Treasury Note	11/19/99	912827U26	5,017,578.13	5,000,000.00	100.234	5,011,718.75	(5,859.38)	6.250	5.486	5.563	5/31/00	151
Subtotal & Averages				34,905,273.49	35,000,000.00		34,736,718.75	(168,554.74)		5.253	5.326		316
<b>Treasury Securities - SLGS</b>													
61032811	State & Local Govt Series	12/23/99		200,000.00	200,000.00	100.00	200,000.00		3.990	3.935	3.990	12/20/00	354
61092810	State & Local Govt Series	12/23/99		90,000.00	90,000.00	100.00	90,000.00		3.990	3.935	3.990	12/20/00	354
61182809	State & Local Govt Series	12/23/99		170,000.00	170,000.00	100.00	170,000.00		3.990	3.935	3.990	12/20/00	354
61242775	State & Local Govt Series	06/02/99		175,000.00	175,000.00	100.00	175,000.00		3.390	3.344	3.390	6/2/00	153
61332808	State & Local Govt Series	12/23/99		860,000.00	860,000.00	100.00	860,000.00		3.990	3.935	3.990	12/20/00	354
Subtotal & Averages				1,495,000.00	1,495,000.00		1,495,000.00	0.00		3.866	3.920		330
<b>Treasury Securities - T-Bills</b>													
67032804	US Treasury Bill	11/18/99	912795DW8	67,186.07	69,000.00	97.37	67,186.07	(0.00)	5.200	5.340	5.415	5/18/00	138
Subtotal & Averages				67,186.07	69,000.00		67,186.07	(0.00)		5.340	5.415		138
<b>Passbook/Money Market Accounts</b>													
899703	Registered Warrant Investments				0.00		0.00						1
89980002	U.S. Bank - Municipal Investment Account			13,643,198.44	13,643,198.44		13,643,198.44		4.960	4.960	5.010		1
89980001	WA State Local Government Invest. Pool			55,599,135.74	55,599,135.74		55,599,135.74		5.510	5.510	5.545		1
Subtotal & Averages				69,242,334.18	69,242,334.18		69,242,334.18	0.00		5.328	5.402		1
<b>Grand Total</b>				<b>391,160,792.26</b>	<b>392,869,614.18</b>		<b>390,100,161.41</b>	<b>(1,060,630.85)</b>		<b>5.388</b>	<b>5.463</b>		<b>219</b>

### EXHIBIT 3

#### CLARK COUNTY TOTAL INVESTMENT PORTFOLIO AGING OF MATURING INVESTMENTS DECEMBER 31, 1999

Days to Maturity	Book Value	% Maturing	Cumulative % Maturing
1	\$69,242,334.18	17.70%	17.70%
2 - 30	47,594,265.55	12.17%	29.87%
31 - 60	28,315,585.56	7.24%	37.11%
61 - 90	5,046,200.00	1.29%	38.40%
91 - 120	19,970,310.79	5.11%	43.50%
121 - 183	39,733,487.45	10.16%	53.66%
184 - 365	46,066,514.15	11.78%	65.44%
366 - 730	135,192,094.58	34.56%	100.00%
TOTALS	<u>\$391,160,792.26</u>	<u>100.00%</u>	



# Exhibit 4

## CLARK COUNTY TOTAL INVESTMENT PORTFOLIO SUMMARY OF INVESTMENTS BY ISSUER DECEMBER 31, 1999

Issuer	Number of Investments	Cost	% of Portfolio	Avg YTM (365)	Days to Maturity
American Express	1	\$7,825,800.00	2.00%	6.063	48
Associates Corp.	1	\$7,848,435.56	2.01%	5.973	60
Bank of America	5	29,501,530.00	7.54%	5.831	39
BP America	1	\$4,861,750.00	1.24%	5.766	52
BP Capital PLC CPDS	1	\$7,779,600.00	1.99%	5.745	37
Federal Farm Credit Bank	3	14,984,851.21	3.83%	5.232	335
Federal Home Loan Bank	11	69,823,980.76	17.85%	5.220	266
Federal National Mtg. Association	8	49,686,305.24	12.70%	5.467	347
Federal Home Loan Mtg. Corp.	8	64,956,342.39	16.61%	5.336	421
JP Morgan & Co.	1	7,787,993.33	1.99%	5.614	19
Student Loan Marketing Association	2	10,394,410.03	2.66%	6.313	310
US Bank - Municipal Investor Account	1	13,643,198.44	3.49%	4.960	1
US Bank	2	10,000,000.00	2.56%	5.463	5
US Treasuries - SLGS	5	1,495,000.00	0.38%	3.920	330
US Treasury Bill	1	67,186.07	0.02%	5.415	138
US Treasury Notes	5	34,905,273.49	8.92%	5.360	315
Washington State Pool	1	55,599,135.74	14.21%	5.510	1
<b>TOTALS and AVERAGES</b>	<b>57</b>	<b>391,160,792.26</b>	<b>100.00%</b>	<b>5.463</b>	<b>219</b>

## EXHIBIT 5

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO  
INVESTMENT ACTIVITY BY TYPE  
OCTOBER 1, 1999 - DECEMBER 31, 1999**

NUMBER	ISSUER	STATED RATE	DATE	PURCHASES	MATURITIES	BALANCE
<b>BANKERS ACCEPTANCES</b>				BEGINNING BALANCE:		4,873,250.00
SUBTOTALS and ENDING BALANCE - OCTOBER				0.00	0.00	4,873,250.00
SUBTOTALS and ENDING BALANCE - NOVEMBER				0.00	0.00	4,873,250.00
SUBTOTALS and ENDING BALANCE - DECEMBER				0.00	0.00	4,873,250.00
<b>TIME DEPOSITS - 360</b>				BEGINNING BALANCE:		14,628,280.00
89982792	Bank of America	5.940	10/13/99	10,000,000.00		
89982794	Bank of America	5.940	10/26/99	10,000,000.00		
45812806	Bank of America	5.730	12/01/99	785,005.00		
45812807	Bank of America	5.730	12/01/99	3,843,275.00		
89982785	Bank of America	5.160	12/01/99		10,000,000.00	
45812735	Seattle First National	4.900	12/01/99		785,005.00	
45812736	Seattle First National	4.900	12/01/99		3,843,275.00	
SUBTOTALS and ENDING BALANCE - OCTOBER				20,000,000.00	0.00	34,628,280.00
SUBTOTALS and ENDING BALANCE - NOVEMBER				0.00	0.00	34,628,280.00
SUBTOTALS and ENDING BALANCE - DECEMBER				4,628,280.00	14,628,280.00	24,628,280.00
<b>TIME DEPOSITS - 365</b>				BEGINNING BALANCE:		0.00
89982801	US Bank of Washington	5.98	11/10/99	5,000,000.00		
89982802	US Bank of Washington	5.98	11/10/99	5,000,000.00		
SUBTOTALS and ENDING BALANCE - OCTOBER				10,000,000.00	0.00	10,000,000.00
SUBTOTALS and ENDING BALANCE - NOVEMBER				0.00	0.00	10,000,000.00
SUBTOTALS and ENDING BALANCE - DECEMBER				0.00	0.00	10,000,000.00
<b>COMMERCIAL PAPER - DISCOUNT</b>				BEGINNING BALANCE:		51,740,981.10
89982791	American Express	5.850	10/07/99	7,825,800.00		
89982778	Dupont	4.860	10/28/99		7,846,640.00	
89982793	General Electric Corporation	5.290	10/25/99	7,956,504.44		
89982796	General Motors Acceptance Corp.	5.280	10/29/99	7,938,986.67		
89982797	Associates Corp	5.780	11/04/99	7,848,435.56		
89982782	Bell South Capital Funding	5.070	11/16/99		7,853,533.33	
89982769	General Electric Capital Serv.	4.790	11/12/99		7,809,464.44	
89982803	Wal-Mart Stores	5.440	11/17/99	7,960,106.67		
89982793	General Electric Corporation	5.290	12/01/99		7,956,504.44	
89982777	General Electric Capital Corp.	4.950	12/01/99		7,802,000.00	
89982796	General Motors Acceptance Corp.	5.280	12/20/99		7,938,986.67	
89982803	Wal-Mart Stores	5.440	12/20/99		7,960,106.67	
SUBTOTALS and ENDING BALANCE - OCTOBER				23,721,291.11	7,846,640.00	67,615,632.21
SUBTOTALS and ENDING BALANCE - NOVEMBER				15,808,542.23	15,662,997.77	67,761,176.67
SUBTOTALS and ENDING BALANCE - DECEMBER				0.00	31,657,597.78	36,103,578.89
<b>FEDERAL AGENCIES - ANNUAL COUPON</b>				BEGINNING BALANCE:		5,390,630.00
SUBTOTALS and ENDING BALANCE - OCTOBER				0.00	0.00	5,390,630.00
SUBTOTALS and ENDING BALANCE - NOVEMBER				0.00	0.00	5,390,630.00
SUBTOTALS and ENDING BALANCE - DECEMBER				0.00	0.00	5,390,630.00
<b>FEDERAL AGENCIES - DISCOUNT</b>				BEGINNING BALANCE:		4,727,522.22
89982799	Federal Home Loan Bank	5.480	11/08/99	4,933,022.22		
89982800	Federal Home Loan Bank	5.480	11/10/99	4,861,477.78		
89982798	Federal National Mtg. Assoc.	5.480	11/08/99	4,973,778.33		
SUBTOTALS and ENDING BALANCE - OCTOBER				0.00	0.00	4,727,522.22
SUBTOTALS and ENDING BALANCE - NOVEMBER				14,768,278.33	0.00	19,495,800.55
SUBTOTALS and ENDING BALANCE - DECEMBER				0.00	0.00	19,495,800.55

## EXHIBIT 5

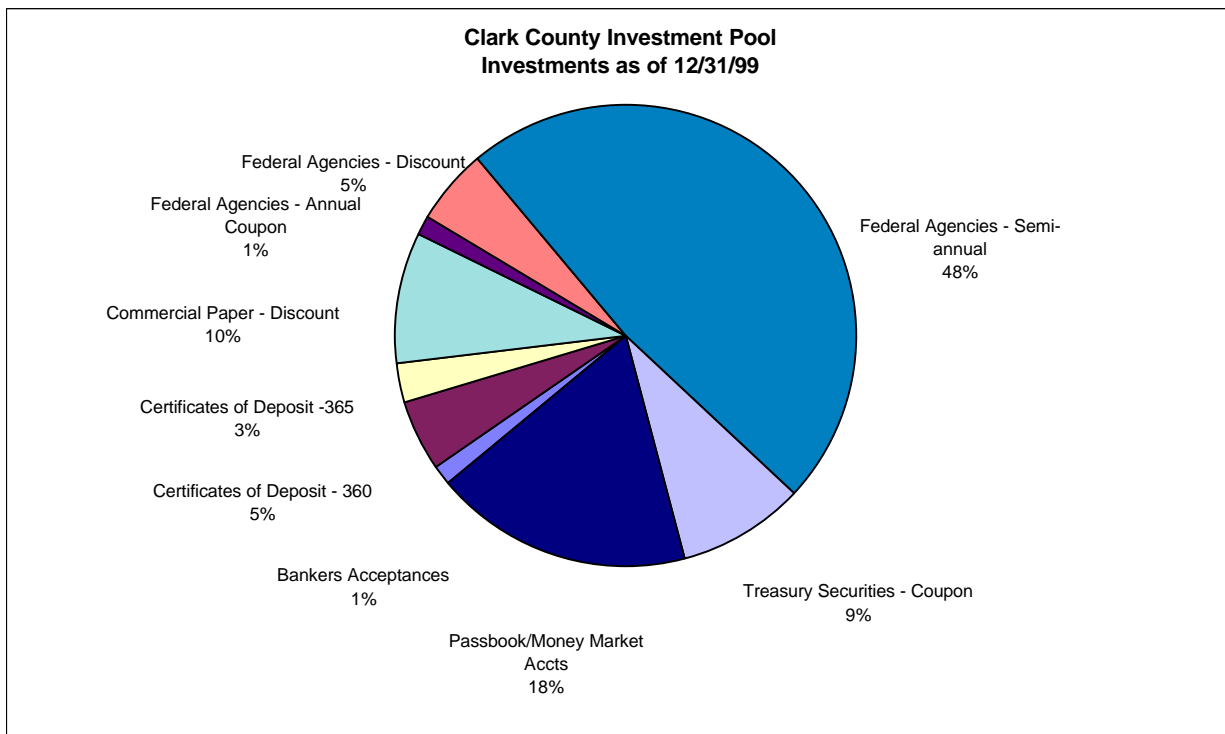
**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO  
INVESTMENT ACTIVITY BY TYPE  
OCTOBER 1, 1999 - DECEMBER 31, 1999**

NUMBER	ISSUER	STATED RATE	DATE	PURCHASES	MATURITIES	BALANCE	
FEDERAL AGENCIES - SEMI ANNUAL COUPON				BEGINNING BALANCE:		194,977,601.90	
89982744	Federal Home Loan Bank	4.985	10/29/99		5,014,626.11		
89982790	Federal Home Loan Bank	5.705	10/06/99	4,990,378.26			
89982724	Federal National Mtg. Assoc.	4.630	10/14/99		5,000,800.00		
89982739	Federal National Mtg. Assoc.	4.720	11/17/99		9,996,875.00		
89982795	Student Loan Market Assoc.	6.045	11/03/99	5,003,780.03			
SUBTOTALS and ENDING BALANCE - OCTOBER				4,990,378.26	10,015,426.11	189,952,554.05	
SUBTOTALS and ENDING BALANCE - NOVEMBER				5,003,780.03	9,996,875.00	184,959,459.08	
SUBTOTALS and ENDING BALANCE - DECEMBER				0.00	0.00	184,959,459.08	
TREASURY SECURITIES - COUPON						29,887,695.36	
89982805	US Treasury Note	6.250	11/19/99	5,017,578.13			
SUBTOTALS and ENDING BALANCE - OCTOBER				5,017,578.13	0.00	34,905,273.49	
SUBTOTALS and ENDING BALANCE - NOVEMBER				0.00	0.00	34,905,273.49	
SUBTOTALS and ENDING BALANCE - DECEMBER				0.00	0.00	34,905,273.49	
TREASURY SECURITIES - SLGS				BEGINNING BALANCE:		1,155,000.00	
61032811	State & Local Govt. Series	3.99	12/23/99	200,000.00			
61092810	State & Local Govt. Series	3.99	12/23/99	90,000.00			
61182809	State & Local Govt. Series	3.99	12/23/99	170,000.00			
61302747	State & Local Govt. Series	3.24	12/01/99		240,000.00		
61332746	State & Local Govt. Series	3.24	12/21/99		740,000.00		
61332808	State & Local Govt. Series	3.99	12/23/99	860,000.00			
SUBTOTALS and ENDING BALANCE - OCTOBER				0.00	0.00	1,155,000.00	
SUBTOTALS and ENDING BALANCE - NOVEMBER				0.00	0.00	1,155,000.00	
SUBTOTALS and ENDING BALANCE - DECEMBER				1,320,000.00	980,000.00	1,495,000.00	
TREASURY SECURITIES - T-BILLS				BEGINNING BALANCE:		75,271.52	
67032771	US Treasury Bill	4.54	11/18/99		75,271.52		
67032804	US Treasury Bill	5.20	11/18/99	67,186.07			
SUBTOTALS and ENDING BALANCE - OCTOBER				0.00	0.00	75,271.52	
SUBTOTALS and ENDING BALANCE - NOVEMBER				67,186.07	75,271.52	67,186.07	
SUBTOTALS and ENDING BALANCE - DECEMBER				0.00	0.00	67,186.07	
CLARK COUNTY				BEGINNING BALANCE:		153,000.00	
OCTOBER	Registered Warrant Invest Acct	6.190		10,012.96	163,012.96	0.00	
NOVEMBER	Registered Warrant Invest Acct	6.190		0.00	0.00	0.00	
DECEMBER	Registered Warrant Invest Acct	6.190		0.00	0.00	0.00	
US BANK				BEGINNING BALANCE:		503,532.40	
OCTOBER	Municipal Investor Account	4.800		11,806,935.47	200,000.00	12,110,467.87	
NOVEMBER	Municipal Investor Account	4.910		22,232.05	11,200,000.00	932,699.92	
DECEMBER	Municipal Investor Account	4.960		13,710,498.52	1,000,000.00	13,643,198.44	
STATE POOL				BEGINNING BALANCE:		91,846,132.81	
OCTOBER	Washington State Pool	5.268		71,282,481.01	59,100,000.00	104,028,613.82	
NOVEMBER	Washington State Pool	5.330		45,805,422.21	53,300,000.00	96,534,036.03	
DECEMBER	Washington State Pool	5.508		21,365,099.71	62,300,000.00	55,599,135.74	
				BEGINNING BALANCE:	PURCHASES	MATURITIES	ENDING BALANCE:
OCTOBER	TOTALS			399,958,897.31	146,828,676.94	77,325,079.07	469,462,495.18
NOVEMBER	TOTALS			469,462,495.18	81,475,440.92	90,235,144.29	460,702,791.81
DECEMBER	TOTALS			460,702,791.81	41,023,878.23	110,565,877.78	391,160,792.26

# Exhibit 6

## CLARK COUNTY INVESTMENT POOL DISTRIBUTION OF INVESTMENTS BY TYPE DECEMBER 31, 1999

Investments	Book Value	Percent of Portfolio	Average Days to Maturity	Yield to Maturity	
				360 Equivalent	365 Equivalent
Bankers Acceptances	4,873,250.00	1.27%	9	5.202	5.274
Certificates of Deposit - 360	20,000,000.00	5.20%	20	5.890	5.972
Certificates of Deposit - 365	10,000,000.00	2.60%	5	5.898	5.980
Commercial Paper - Discount	36,103,578.89	9.38%	42	5.758	5.838
Federal Agencies - Annual Coupon	5,390,630.00	1.40%	313	6.545	6.636
Federal Agencies - Discount	19,495,800.55	5.06%	126	5.651	5.729
Federal Agencies - Semi-annual	184,959,459.08	48.05%	363	5.222	5.295
Treasury Securities - Coupon	34,905,273.49	9.07%	315	5.287	5.360
Passbook/Money Market Accts	69,242,334.18	17.99%	1	5.328	5.402
<b>Total</b>	<b><u>384,970,326.19</u></b>	<b><u>100.00%</u></b>	<b><u>219</u></b>	<b><u>5.389%</u></b>	<b><u>5.464%</u></b>



# Clark County Investment Pool

## Investment Portfolio

### December 31, 1999

Investment Number	Description	Purchase Date	Cusip Number	Cost at Purchase	Book Value 12/31/99	Par Value	Market Price 12/31/99	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360 365	Maturity Date	Days to Maturity
<b>Bankers Acceptances</b>													
89982783	Bank of America	07/14/1999	994333NG9	4,873,250.00	4,873,250.00	5,000,000.00	99.826	4,991,300.00	118,050.00	5.070	5.202 5.274	01/10/00	10
Subtotal & Averages				4,873,250.00	4,873,250.00	5,000,000.00		4,991,300.00	118,050.00		5.202 5.274		10
<b>Certificate of Deposit - 360</b>													
89982794	Bank of America	10/26/1999		10,000,000.00	10,000,000.00	10,000,000.00		10,000,000.00		5.840	5.840 5.921	01/25/00	25
89982792	Bank of America	10/13/1999		10,000,000.00	10,000,000.00	10,000,000.00		10,000,000.00		5.940	5.940 6.022	01/18/00	18
Subtotal & Averages				20,000,000.00	20,000,000.00	20,000,000.00		20,000,000.00			5.890 5.972		21
<b>Certificate of Deposit - 365</b>													
89982801	US Bank of Washington	11/10/1999		5,000,000.00	5,000,000.00	5,000,000.00		5,000,000.00		5.980	5.898 5.980	01/06/00	6
89982802	US Bank of Washington	11/10/1999		5,000,000.00	5,000,000.00	5,000,000.00		5,000,000.00		5.980	5.898 5.980	01/06/00	6
Subtotal & Averages				10,000,000.00	10,000,000.00	10,000,000.00		10,000,000.00			5.898 5.980		6
<b>Commercial Paper - Discount</b>													
89982791	American Express	10/07/99	02581RBJ1	7,825,800.00	7,937,600.00	8,000,000.00	99.183	7,934,664.00	108,864.00	5.850	5.980 6.063	02/18/00	49
89982797	Associates Corp.	11/04/99	04600JC10	7,848,435.56	7,922,933.34	8,000,000.00	98.983	7,918,666.66	70,231.10	5.780	5.891 5.973	03/01/00	61
89982788	BP America	08/26/99	05563ABN4	4,861,750.00	4,960,061.11	5,000,000.00	99.117	4,955,830.00	94,080.00	5.530	5.687 5.766	02/22/00	53
89982787	BP Capital PLC CPDS	08/11/99	05562CB76	7,779,600.00	7,954,695.56	8,000,000.00	99.367	7,949,328.00	169,728.00	5.510	5.666 5.744	02/07/00	38
89982784	JP Morgan	07/27/99	61687RAL6	7,787,993.33	7,977,242.22	8,000,000.00	99.683	7,974,640.00	186,646.67	5.390	5.536 5.232	01/20/00	20
Subtotal & Averages				36,103,578.89	36,752,532.23	37,000,000.00		36,733,128.66	629,549.77		5.758 5.838		43
<b>Federal Agencies - Annual Coupon</b>													
89982633	Student Loan Marketing Assoc.	03/26/97	863871UE7	5,390,630.00	5,321,422.90	5,300,000.00	100.672	5,335,609.38	(55,020.63)	7.200	6.544 6.635	11/09/00	314
Subtotal & Averages				5,390,630.00	5,321,422.90	5,300,000.00		5,335,609.38	(55,020.63)		6.544 6.635		314
<b>Federal Agencies - Discount</b>													
89982799	Federal Home Loan Bank	11/08/99	313384SR1	4,933,022.22	4,974,122.22	5,000,000.00	99.504	4,975,200.00	42,177.78	5.480	5.554 5.631	02/04/00	35
89982800	Federal Home Loan Bank	11/10/99	313384NR6	4,861,477.78	4,901,055.56	5,000,000.00	97.908	4,895,400.00	33,922.22	5.480	5.636 5.714	05/10/00	131
89982789	Federal Nat'l Mtg Assoc.	09/16/99	313588F26	4,727,522.22	4,808,961.11	5,000,000.00	96.010	4,800,500.00	72,977.78	5.480	5.811 5.891	09/08/00	252
89982798	Federal Nat'l Mtg Assoc.	11/08/99	313588VF9	4,973,778.33	5,015,618.13	5,090,000.00	98.491	5,013,191.90	39,413.57	5.480	5.608 5.685	04/06/00	97
Subtotal & Averages				19,495,800.55	19,699,757.02	20,090,000.00		19,684,291.90	188,491.35		5.651 5.729		127
<b>Federal Agencies - Semi Annual Coupon</b>													
89982754	Federal Farm Credit Bank	03/12/99	31331RZ73	4,992,968.75	4,995,830.77	5,000,000.00	98.877	4,943,866.00	(49,102.75)	5.375	5.375 5.450	03/02/01	427
89982763	Federal Farm Credit Bank	05/03/99	31331HWJ2	4,995,350.00	4,996,956.24	5,000,000.00	98.516	4,925,781.25	(69,568.75)	5.125	5.103 5.174	04/02/01	458
89982764	Federal Farm Credit Bank	05/03/99	31331HUN5	4,996,532.46	4,998,824.89	5,000,000.00	99.663	4,983,168.50	(13,363.96)	5.000	5.002 5.072	05/03/00	124
89982732	Federal Home Loan Bank	11/24/98	3133M6LU0	5,039,482.03	5,042,571.78	5,045,000.00	98.872	4,988,100.98	(51,381.05)	4.945	4.934 5.003	11/13/00	318
89982741	Federal Home Loan Bank	12/14/98	3133M6WK0	5,000,000.00	5,000,000.00	5,000,000.00	99.449	4,972,443.50	(27,556.50)	4.870	4.803 4.870	06/14/00	166
89982742	Federal Home Loan Bank	12/10/98	3133M3F83	5,046,200.00	5,008,507.92	5,000,000.00	99.918	4,995,881.00	(50,319.00)	5.590	4.773 4.840	03/27/00	87
89982743	Federal Home Loan Bank	12/16/98	3133M6XL7	10,000,000.00	10,000,000.00	10,000,000.00	99.723	9,972,250.00	(27,750.00)	4.830	4.763 4.830	04/03/00	94
89982756	Federal Home Loan Bank	04/14/99	3133M8GF5	9,990,500.00	9,993,876.90	10,000,000.00	98.281	9,828,125.00	(162,375.00)	5.125	5.104 5.175	04/17/01	473
89982760	Federal Home Loan Bank	05/03/99	3133M8MR2	4,992,596.34	4,995,043.66	5,000,000.00	98.495	4,924,769.50	(67,826.84)	5.215	5.221 5.294	05/03/01	489
89982765	Federal Home Loan Bank	05/04/99	3133M8GF5	9,972,491.47	9,981,765.33	10,000,000.00	98.281	9,828,125.00	(144,366.47)	5.125	5.201 5.273	04/17/01	473
89982776	Federal Home Loan Bank	06/02/99	3133M8XH2	4,997,832.66	4,999,094.43	5,000,000.00	99.657	4,982,864.50	(14,968.16)	5.245	5.217 5.290	06/01/00	153
89982790	Federal Home Loan Bank	10/06/99	3133MA2V0	4,990,378.26	4,992,650.06	5,000,000.00	99.584	4,979,194.00	(11,184.26)	5.705	5.825 5.906	10/06/00	280
89982720	Federal Nat'l Mtg Assoc.	09/16/98	31364F3S8	5,019,150.00	5,000,000.00	5,000,000.00	99.117	4,955,849.50	(63,300.50)	5.910	5.682 5.761	08/06/01	584
89982759	Federal Nat'l Mtg Assoc.	04/26/99	31364GK81	4,999,609.38	4,999,742.30	5,000,000.00	98.714	4,935,686.50	(63,922.88)	5.380	5.310 5.384	04/26/01	482

## Exhibit 7

# Clark County Investment Pool

## Investment Portfolio

### December 31, 1999

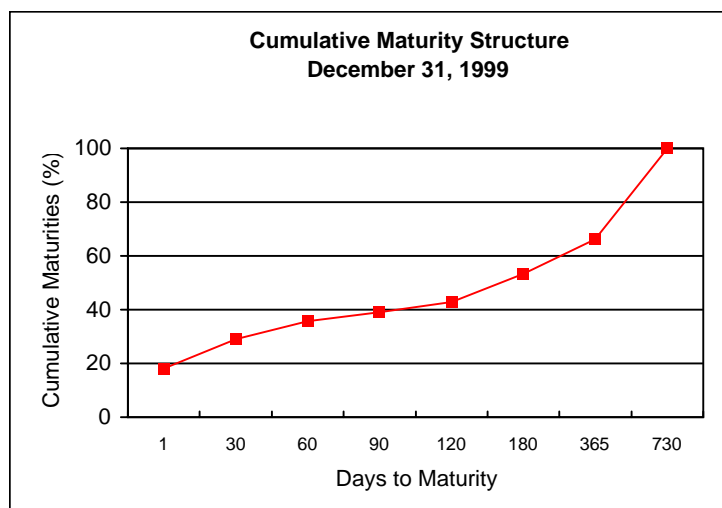
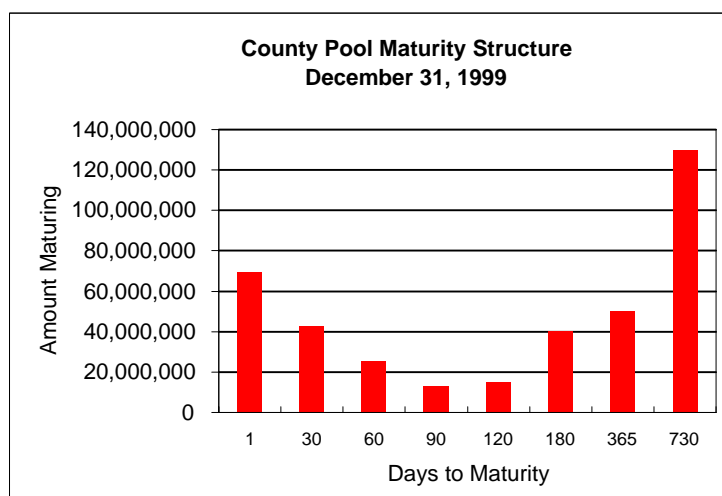
Investment Number	Description	Purchase Date	Cusip Number	Cost at Purchase	Book Value 12/31/99	Par Value	Market Price 12/31/99	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360 365	Maturity Date	Days to Maturity
89982761	Federal Nat'l Mtg Assoc.	04/29/99	31364GE47	4,991,050.00	4,993,502.89	5,000,000.00	98.336	4,916,820.00	(74,230.00)	5.500	5.501 5.577	10/12/01	651
89982762	Federal Nat'l Mtg Assoc.	04/29/99	31364GL56	9,989,062.50	9,992,728.53	10,000,000.00	98.622	9,862,193.00	(126,869.50)	5.320	5.304 5.378	05/01/01	487
89982770	Federal Nat'l Mtg Assoc.	05/26/99	31364GS26	9,990,625.00	9,996,223.96	10,000,000.00	99.672	9,967,175.00	(23,450.00)	5.120	5.145 5.217	05/26/00	147
89982772	Federal Nat'l Mtg Assoc.	05/25/99	31364GQ85	4,995,507.81	4,998,225.77	5,000,000.00	99.684	4,984,200.50	(11,307.31)	5.110	5.132 5.203	05/22/00	143
89982730	Federal Home Loan Mtg. Corp.	11/24/98	3134A2XD5	10,000,000.00	10,000,000.00	10,000,000.00	98.972	9,897,169.00	(102,831.00)	5.120	5.049 5.120	11/24/00	329
89982749	Federal Home Loan Mtg. Corp.	01/15/99	3134A2J82	10,000,000.00	10,000,000.00	10,000,000.00	99.025	9,902,457.00	(97,543.00)	5.375	5.301 5.375	01/16/01	382
89982751	Federal Home Loan Mtg. Corp.	01/19/99	3134A2W79	4,997,460.94	4,998,666.99	5,000,000.00	98.752	4,937,609.00	(61,057.99)	5.110	5.066 5.137	01/19/01	385
89982752	Federal Home Loan Mtg. Corp.	02/04/99	3134A23W6	4,997,656.25	4,998,714.82	5,000,000.00	98.703	4,935,156.25	(63,558.57)	5.125	5.079 5.149	02/08/01	405
89982753	Federal Home Loan Mtg. Corp.	02/12/99	3134A25Q7	4,994,700.00	4,997,038.45	5,000,000.00	98.531	4,926,562.50	(70,475.95)	5.000	4.987 5.056	02/15/01	412
89982757	Federal Home Loan Mtg. Corp.	04/12/99	3134A3BB1	10,000,000.00	10,000,000.00	10,000,000.00	98.880	9,888,029.00	(111,971.00)	5.375	5.297 5.371	03/01/01	426
89982758	Federal Home Loan Mtg. Corp.	04/19/99	3134A3KP0	10,000,000.00	10,000,000.00	10,000,000.00	98.530	9,853,032.00	(146,968.00)	5.210	5.138 5.210	04/19/01	475
89982786	Federal Home Loan Mtg. Corp.	07/30/99	3134A3UQ7	9,966,525.20	9,974,013.64	10,000,000.00	99.094	9,909,375.00	(64,638.64)	5.750	5.856 5.937	06/15/01	532
89982795	Student Loan Market Assoc.	11/03/99	86387R4G4	5,003,780.03	5,003,171.03	5,000,000.00	99.809	4,990,429.00	(12,742.03)	6.045	5.884 5.966	11/03/00	308
Subtotal & Averages				184,959,459.08	184,957,150.36	185,045,000.00		183,186,312.48	(1,784,629.11)		5.222 5.295		364
<b>Treasury Securities -Semi Annual Coupon</b>													
89982767	US Treasury Note	05/14/99	9128275E8	4,975,781.25	4,983,617.72	5,000,000.00	98.563	4,928,125.00	(47,656.25)	5.000	5.189 5.261	04/30/01	486
89982768	US Treasury Note	05/17/99	9128275D0	9,926,562.50	9,951,149.03	10,000,000.00	98.484	9,848,437.50	(78,125.00)	4.875	5.216 5.288	03/31/01	456
89982780	US Treasury Note	06/09/99	9128274M1	10,003,906.30	10,001,981.19	10,000,000.00	99.750	9,975,000.00	(28,906.30)	5.375	5.259 5.332	07/31/00	213
89982781	US Treasury Note	07/02/99	9128274Q2	4,981,445.31	4,989,415.99	5,000,000.00	99.469	4,973,437.50	(8,007.81)	5.125	5.376 5.451	08/31/00	244
89982805	US Treasury Note	11/19/99	912827U26	5,017,578.13	5,013,681.95	5,000,000.00	100.234	5,011,718.75	(5,859.38)	6.250	5.486 5.563	05/31/00	152
Subtotal & Averages				34,905,273.49	34,939,845.88	35,000,000.00		34,736,718.75	(168,554.74)		5.287 5.360		316
<b>Passbook/Money Market Accounts</b>													
89980002	U.S. Bank - Municipal Investment Account			13,643,198.44	13,643,198.44	13,643,198.44		13,643,198.44		4.960	4.960 5.010		1
89980001	WA State Local Government Invest. Pool			55,599,135.74	55,599,135.74	55,599,135.74		55,599,135.74		5.508	5.508 5.543		1
Subtotal & Averages				69,242,334.18	69,242,334.18	69,242,334.18		69,242,334.18			5.400 5.438		1
<b>Grand Total</b>				<b>384,970,326.19</b>	<b>385,804,555.07</b>	<b>386,677,334.18</b>		<b>383,909,695.35</b>	<b>(1,072,113.35)</b>		<b>5.389 5.464</b>		<b>219</b>



## EXHIBIT 8

### CLARK COUNTY INVESTMENT POOL AGING OF MATURING INVESTMENTS DECEMBER 31, 1999

Days to Maturity	Book Value	% Maturing	Cumulative % Maturing
1	\$69,242,334.18	17.99%	17.99%
2 - 30	42,661,243.33	11.08%	29.07%
31 - 60	25,400,172.22	6.60%	35.67%
61 - 90	12,894,635.56	3.35%	39.02%
91 - 120	14,973,778.33	3.89%	42.91%
121 - 183	39,859,553.84	10.35%	53.26%
184 - 365	50,137,144.15	13.02%	66.28%
366 - 730	129,801,464.58	33.72%	100.00%
<b>TOTALS</b>	<b>\$384,970,326.19</b>	<b>100.00%</b>	



**Exhibit 9**

**CLARK COUNTY INVESTMENT POOL  
SUMMARY OF INVESTMENTS BY ISSUER  
DECEMBER 31, 1999**

Issuer	Number of Investments	Cost	% of Portfolio	Avg YTM (365)	Days to Maturity
American Express Cr. Corp.	1	7,825,800.00	2.03%	6.063	48
Associates Corp.	1	7,848,435.56	2.04%	5.973	60
Bank of America	3	24,873,250.00	6.46%	5.831	39
BP America	1	4,861,750.00	1.26%	5.766	52
BP Capital PLC CPDS	1	7,779,600.00	2.02%	5.745	37
Federal Farm Credit Bank	3	14,984,851.21	3.89%	5.232	335
Federal Home Loan Bank	11	69,823,980.76	18.14%	5.220	266
Federal National Mtg. Association	8	49,686,305.24	12.91%	5.467	347
Federal Home Loan Mtg. Corp.	8	64,956,342.39	16.87%	5.336	421
JP Morgan & Co.	1	7,787,993.33	2.02%	5.614	19
Student Loan Marketing Association	2	10,394,410.03	2.70%	6.313	310
US Bank - Certificates of Deposit	2	10,000,000.00	2.60%	5.980	5
US Bank - Municipal Investor Account	1	13,643,198.44	3.54%	4.650	1
US Treasury Notes	5	34,905,273.49	9.07%	5.360	315
Washington State Pool	1	55,599,135.74	14.44%	5.510	1
<b>TOTALS and AVERAGES</b>	<b>49</b>	<b>384,970,326.19</b>	<b>100.00%</b>	<b>5.464</b>	<b>219</b>

## Exhibit 10

### Swap Analysis 10/29/1999

#### Sell

Investment #	89982744
Type	FHLB Agency
Par	\$ 5,000,000.00
Coupon Rate	4.985%
Date Purchased	12/21/98
Maturity Date	12/21/01

<b>Total \$ Received if Sold 10/29/99</b>	<b>\$ 4,960,497.22</b>
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<b>Interest from 10/29/99 to 12/21/01</b>	<b>\$ 520,649.00</b>
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#### Swap

Investment #	89982795
Type	SLMA Agency
Par	\$ 5,000,000.00
Coupon Rate	6.05%
Date Purchased	11/3/99
Maturity Date	11/3/00

<b>Interest from 10/29/99 to 11/3/99</b>	<b>\$ 4,323.00</b>
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<b>Interest from 11/3/99 to 11/3/00</b>	<b>\$ 298,300.00</b>
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<b>Reinvestment Rate 11/3/00 to 12/21/01</b>	<b>365,816.00</b>
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<b>Net Profit on Swap</b>	<b>\$ 147,790.00</b>
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**Exhibit 11**  
**County Pool vs. State Pool**  
**1/88 - 12/99**

Overall, \$6.02 million increased  
interest income realized from  
Pooling

